

## Message Text

CONFIDENTIAL

PAGE 01 PHNOM 05919 261345Z

43

ACTION EA-13

INFO OCT-01 SS-14 ISO-00 NSC-07 NSCE-00 CIAE-00 INR-10

NSAE-00 RSC-01 L-02 PM-03 DODE-00 AID-10 IGA-02 EB-03

COME-00 TRSE-00 SP-01 DRC-01 /068 W

----- 074739

R 261145Z APR 74

FM AMEMBASSY PHNOM PENH

TO SECSTATE WASHDC 5905

INFO AMEMBASSY BANGKOK

AMEMBASSY SAIGON

AMEMBASSY VIENNA

AMEMBASSY TOKYO

CONFIDENTIAL PHNOM PENH 5919

LIMDIS

E.O.11652: GDS

TAGS: EFIN CB

SUBJECT: EXECUTIVE COUNCIL APPROVES ECONOMIC REFORM PACKAGE

1. ON APRIL 25 I CALLED ON PRIME MINISTER LONG BORET TO GIVE A LAST-MINUTE PUSH TO THE ECONOMIC REFORM PACKAGE WHICH THOMAS OLMSTED AND HIS AID STAFF WORKED OUT WITH THE MINISTER OF FINANCE. THIS PACKAGE WHICH INCLUDES SIGNIFICANT INCREASES IN POL PRICES AND DEVALUTION OF THE RIEL FROM 375 TO 420 TO THE DOLLAR WAS ON AGENDA FOR EXECUTIVE COUNCIL ACTION APRIL 26. WE HOPED THAT PRIME MINISTER COULD USE MY PERSONAL INVOLVEMENT ON EVE OF MEETING IN SELLING SCHEME TO OTHER MEMBERS OF THE EXECUTIVE COUNCIL.

2. THIS AFTERNOON PRIME MINISTER INFORMED ME THAT EXECUTIVE COUNCIL HAD ACTED FAVORABLY ON THE ENTIRE PACKAGE. DEVALUTION WILL BECOME EFFECTIVE MONDAY, APRIL 29, AND INSTRUCTIONS HAVE BEEN GIVEN TO THAT EFFECT TO ACTING GOVERNOR NATIONAL BANK. AS FOR POL CONFIDENTIAL

CONFIDENTIAL

PAGE 02 PHNOM 05919 261345Z

PRICES, A SUBSEQUENT MEETING WILL SET THE EXACT PRICES

FOR EACH PRODUCT BUT PRINCIPLE OF INCREASE WAS ACCEPTED.  
AID WILL REPORT FULLY ON MAKEUP AND IMPLEMENTATION OF  
ECONOMIC REFORM PACKAGE IN SEPARATE MESSAGE.

3. PRIME MINSTER ALSO SAID HE IS LEAVING PHNOM PENH  
APRIL 27 FOR VIENNA TO ATTEND STATE FUNERAL FOR FORMER  
AUSTRIAN PRESIDENT. I ASSUME THIS TRIP, AS PARIS TRIP  
FOR POMPIDOU FUNERAL, IS DESIGNED TO SHOW GKR IS ONLY  
LEGAL REPRESENTATIVE OF COMBODIA. IT SHOULD ALSO GIVE  
LONG BORET OPPORTUNITY TO SPEAK TO REPS OF SELECTED  
COUNTRIES, SOLICITING THEIR SUPPORT FOR GKR KEEPING ITS  
SEAT IN UN.

DEAN

CONFIDENTIAL

NNN

## Message Attributes

**Automatic Decaptoning:** Z  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PETROLEUM, ECONOMIC PROGRAMS, DEVALUATIONS, CURRENCIES, PRICES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 26 APR 1974  
**Decaption Date:** 28 MAY 2004  
**Decaption Note:** 25 YEAR REVIEW  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** golinofr  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974PHNOM05919  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D740099-0570  
**From:** PHNOM PENH  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740411/aaaaaiyn.tel  
**Line Count:** 74  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EA  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** LIMDIS  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** LIMDIS  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 21 MAR 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <21 MAR 2002 by collinp0>; APPROVED <07 MAY 2002 by golinofr>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** EXECUTIVE COUNCIL APPROVES ECONOMIC REFORM PACKAGE  
**TAGS:** EFIN, CB  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005